

October 27, 2016

Penny Rose, Accounting Supervisor  
City of Adelanto  
11600 Air Expressway  
Adelanto, CA 92301

Dear Penny Rose:

Subject: Amended Recognized Obligation Payment Schedule

Pursuant to Health and Safety Code (HSC) section 34177 (o) (1) (E), the City of Adelanto Successor Agency (Agency) submitted an Amended Recognized Obligation Payment Schedule for the period January 1, 2017 through June 30, 2017 (ROPS 16-17B) to the California Department of Finance (Finance) on September 29, 2016. Finance has completed its review of the Amended ROPS 16-17B.

Based on our review and application of the law, Finance has made the following determinations:

Item No. 1 – Adelanto Improvement Project 1993B Tax Allocation Bonds debt service in the amount of \$973,375, is partially allowed. The Agency requested Redevelopment Property Tax Trust Fund (RPTTF) funding as reserves for debt service payments due December 1, 2017, consisting of principal and interest of \$785,000 and \$188,375, respectively. However, Finance previously approved \$188,375 in RPTTF funding for the December 1, 2017 interest payment on the ROPS 16-17 determination letter dated April 11, 2016. Therefore, only \$785,000 is allowed and \$188,375 is not eligible for RPTTF funding.

Except for the adjustment denied in part, Finance is not objecting to the remaining adjustments totaling \$2,581,862 in RPTTF listed on your Amended ROPS 16-17B.

The Agency's amended maximum approved RPTTF distribution for the ROPS 16-17B period is \$4,164,029 as summarized in the Approved RPTTF Distribution table on Page 3 (See Attachment).

Please refer to the ROPS 16-17B schedule used to calculate the total RPTTF approved for distribution:

<http://www.dof.ca.gov/redevelopment/ROPS>

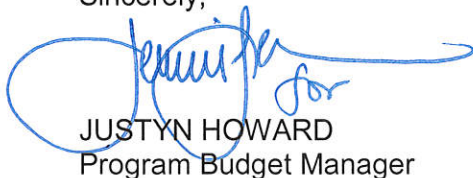
This is Finance's determination related to the funding of enforceable obligations reported on your Amended ROPS 16-17B. Please note there is not a Meet and Confer option for the Amended ROPS process so Finance's determination is final. Finance's determination is

effective for this time period only and should not be conclusively relied upon for future ROPS periods. All items listed on a future ROPS are subject to review and may be denied even if it was not denied on this Amended ROPS or a preceding ROPS. The only exception is for items that have received a Final and Conclusive determination from Finance pursuant to HSC section 34177.5 (i). Finance's review of Final and Conclusive items is limited to confirming the scheduled payments as required by the obligation.

The amount available from the RPTTF is the same as the amount of property tax increment available prior to the enactment of the redevelopment dissolution statutes. Therefore, as a practical matter, the ability to fund the items on the ROPS with property tax is limited to the amount of funding available to the Agency in the RPTTF.

Please direct inquiries to Cindie Lor, Supervisor, or Anna Kyumba, Lead Analyst, at (916) 445-1546.

Sincerely,



JUSTYN HOWARD  
Program Budget Manager

cc: Mr. Larry Jarvis, Senior Management Analyst, City of Adelanto  
Ms. Linda Santillano, Property Tax Manager, San Bernardino County

**Attachment**

<b>Approved RPTTF Distribution</b>	
<b>For the period of January 2017 through June 2017</b>	
Authorized RPTTF on ROPS 16-17B	\$ 1,457,167
Authorized Administrative RPTTF on ROPS 16-17B	125,000
<b>Total Authorized RPTTF on ROPS 16-17B</b>	<b>1,582,167</b>
<b>Total Requested 16-17B RPTTF Adjustments</b>	<b>2,770,237</b>
<b>Finance RPTTF Adjustments</b>	
Item No. 1	(188,375)
<b>Authorized RPTTF 16-17B Adjustments</b>	<b>2,581,862</b>
<b>Total Finance Authorized 16-17B Adjustments</b>	<b>2,581,862</b>
<b>Total Amended ROPS 16-17B RPTTF approved for distribution</b>	<b>\$ 4,164,029</b>